TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1201 - SB 1330

February 18, 2023

SUMMARY OF BILL: Authorizes charitable school foundations or school support organizations to submit to the Secretary of State (SOS) an annual event application one time by January 31 for an annual event application to be automatically renewed every year without an additional application fee.

FISCAL IMPACT:

Decrease State Revenue – \$6,700/FY24-25 and Subsequent Years/
Division of Charitable Solicitations and Gaming

Assumptions:

- As defined in Tenn. Code Ann. § 49-2-603(4)(A), a school support organization means any nongovernmental organization or group of persons whose primary purpose is to support a school, school district, or school related activities through collecting or receiving money and materials from members of the general public.
- According to the SOS, there were 27 charitable gaming events in FY22-23 that were operated by the entities impacted by this legislation.
- The average annual event application fee for these gaming events is \$249.
- For the purpose of this analysis, it is assumed that the number of events and the application fee will stay constant and that the entities will pay the application fee in FY23-24, with automatic renewals beginning in FY24-25.
- Therefore, the proposed legislation will result in a decrease in state revenue to the Division of Charitable Solicitations and Gaming of \$6,723 (27 x \$249) in FY24-25 and subsequent years.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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